#### DEFENSE LOGISTICS AGENCY

AMERICA'S COMBAT LOGISTICS SUPPORT AGENCY











# DLA Troop Support Medical Surgical Prime Vendor (MSPV) Program

Bill Woltjen



#### **Current MSPV Generation III Contracts**

- 2 primary and 2 back up contracts per Global Service Tri-Care management region
- Primary prime vendors
  - Cardinal Health
  - Owens & Minor
- Back up prime vendors
  - AMD
  - MMS
  - Cardinal
  - Owens & Minor

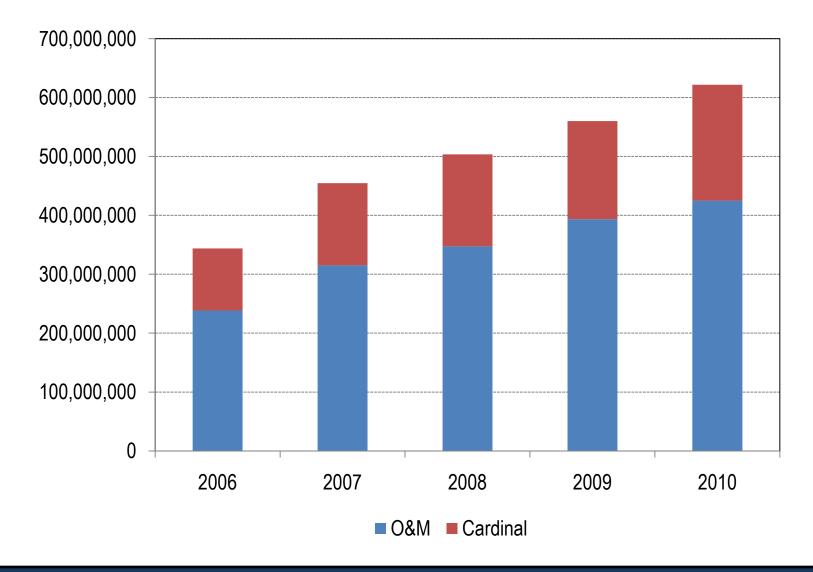


## **MSPV** Regions





# **MSPV Sales by Fiscal Year**



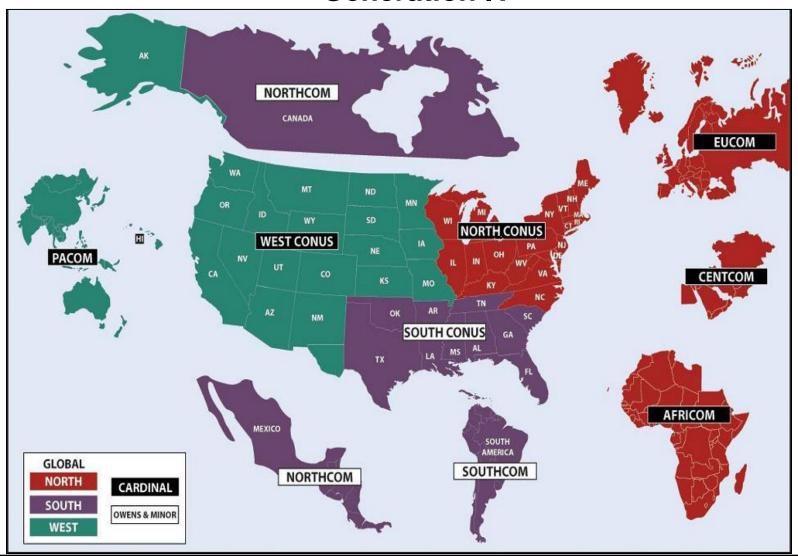


# **MSPV** Generation IV Acquisition Overview

- Contracts awarded 4 Apr 2011... Go-live rollout Jan-Mar 2012
- Contract term... 5 years
  - 20-month base period
  - Two 20-month option periods
- Cardinal Health... SPM2DV-11-D-0001
  - Primary prime vendor Global North & West
  - Back up for Global South
- Owens & Minor... SPM2DV-11-D-0002
  - Primary prime vendor for Global South
  - Back up for Global North & West



# Medical/Surgical Prime Vendor Regions Generation IV





# Pricing Agreements DAPAs & IAs

2 types of Pricing Agreements support the Medical/Surgical Prime Vendor (MSPV) Program

- Distribution & Pricing Agreements (DAPAs)... manufacturer/supplier national or regional government pricing (covers majority of MSPV sales)
- Regional Incentive Agreements and Incentive Agreements (RIAs and IAs)... discounted pricing based on committed volume resulting from MMESO standardization process

DAPA or RIA Price + PV Distribution Fee + DLA Cost Recovery Rate (CRR) Customer Price

# **Distribution & Pricing Agreements (DAPAs)**

- Separately negotiated product prices from manufacturers and suppliers honored by our prime vendors to supply material
- DAPA and RIA/IA prices are loaded into the DAPA Management System (DMS) monthly
- Currently 733 DAPA holders supplying approximately 360,014 MSPV items



## **Authorized MSPV Types of DAPAs**

- Medical/Surgical General DAPAs
- Medical Equipment DAPAs
- Medical/Surgical Custom Pre-Pacs (CPPs)



## Med/Surg General DAPAs

- Medical/Surgical consumable products only
- Medical products used to examine or treat patients
- Does not include pharmaceuticals or medical equipment
- Product examples... sutures, bandages, syringes, surgical devices, lines, gowns, stethoscopes



### **Medical Equipment DAPAs**

- Intended for medical equipment and related accessories and consumables
- Medical equipment typically durable, repairable, sometimes portable and often requires a power source (electricity or battery) to enable operation
- Used for equipment manufacturers and suppliers not having ECAT contracts

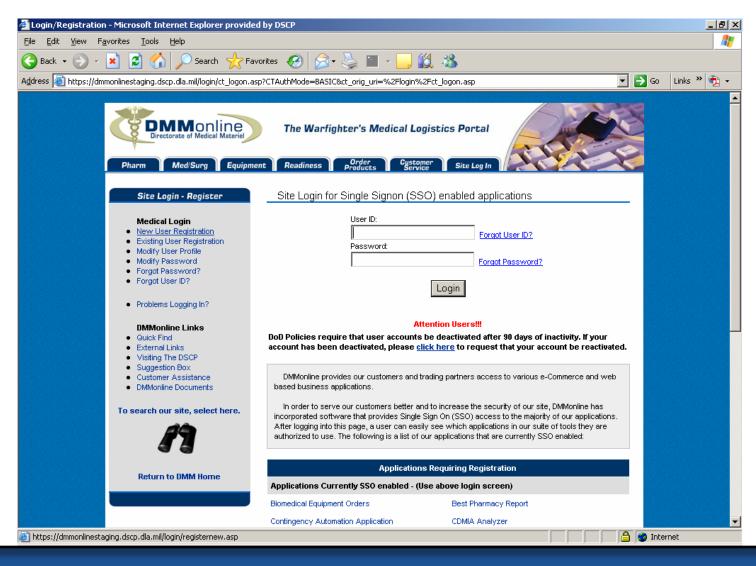


### Med/Surg Custom Pre-Pac DAPAs

- PREPACs... "prepackaged" medical supplies
- Each PREPAC contains all physician/surgeon selected supplies to be used to perform a specific medical procedure or operation (excludes pharmaceuticals)
- Assembly of Custom Pre-Pacs (CPPs) is a commercial practice supporting private sector hospitals today



# DLA Troop Support Medical Website DMMonline.dscp.dla.mil



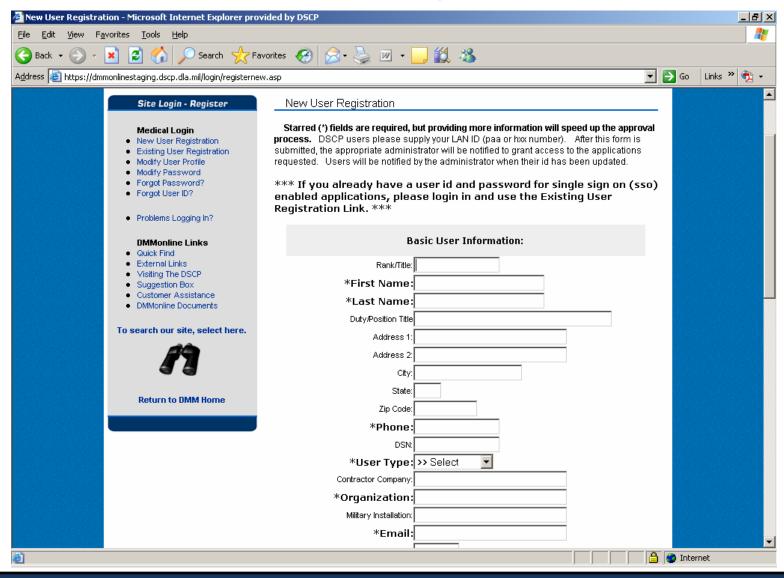


# **DAPA Management System (DMS)**



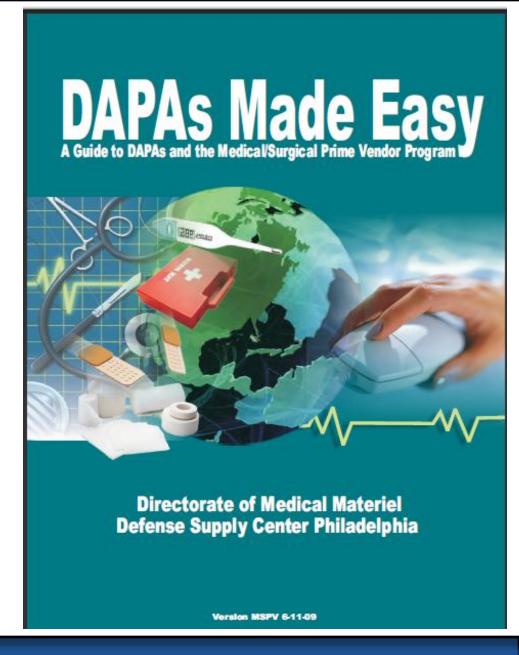


### **New User Registration**





#### **DAPA Work Aids**





#### **Medical Points of Contact**

If you are interested in establishing a Medical/Surgical DAPA please visit...

#### https://dmmonline.dscp.dla.mil/Portal/DapaMS/DapaMS.aspx

- View our DAPA Guide Book for Med/Surg Prime Vendor
- Apply for access and DAPAs online

For additional assistance contact		
Tom Drew	(215)737-2834	Thomas.Drew@dla.mil
Karen Bowles	(215)737-2125	Karen.Bowles@dla.mil
Joe Wasko	(215)737-8398	Joseph.Wasko@dla.mil

For additional info on IAs contact			
Bill Woltjen	(215)737-7124	William.Woltjen@dla.mil	
Tara Perrien	(215)737-8307	Tara.Perrien@dla.mil	



## **Enterprise Wide Standardization**

- Defense Medical Materiel Program Office (DMMPO)
  - Recommend clinical, logistics, and program policy, and to support medical materiel development and acquisition processes across the 4 Services
- Medical Materiel Enterprise Standardization Offices (MMESO)
  - Support the Military Health System's (MHS) enterprise objective of implementing an integrated, collaborative process for medical materiel standardization that combines operational and institutional requirements for the purpose of improving clinical outcomes, enhancing readiness and training, controlling costs, and improving interoperability
- RIAs replaced by IA
  - Standardization will be for the entire Enterprise

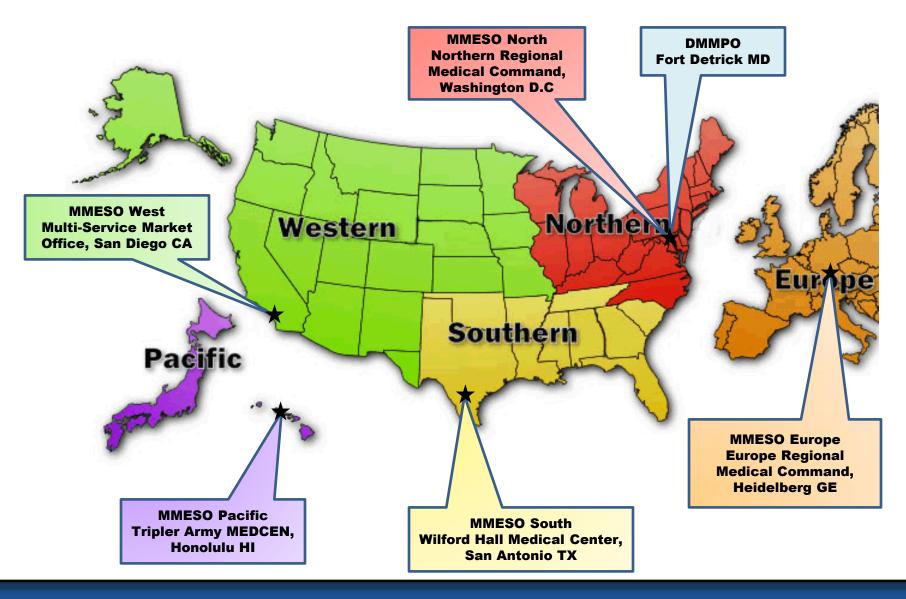


#### **MMESO Effort**

- Notices for open IA competitions advertised in FedBizOps
- MMESO and Clinical Product Teams (CPT) conduct product evaluation and analysis
- These lead to product standardization and Incentive Agreements (IAs) between the Enterprise and our medical/surgical suppliers
- DLA Troop Support MSPV Standardization Team Provides assistance throughout
  - Review and approval of various documents
  - Legal Counsel
  - Distribution of agreed to pricing thru DMS
- Standardization program has improved product pricing and saved millions in cost avoidance



#### **DMMPO & MMESO Locations**





#### **MMESO Contact Information**

- On the web... www.dmmpo.dmsb.mil
- eMail... MMESO@amedd.army.mil

MMESO	Phone
MMESO Europe	49-6221-172109
MMESO North	(202) 782-3663
MMESO South	(210) 292-3270
MMESO West	(619) 532-8537
MMESO Pacific	(808) 433-3686



